



EVALUATION REPORT V

on the

GOLD KING MINE PROPERTY
SAN JUAN COUNTY
SILVERTON, COLORADO

for

GOLD KING CONSOLIDATED, INC.
(Gold King Mines Corporation)
Las Colinas Tech Center
2112 Hurd Drive
Irving, Texas 75038

Denver, Colorado
April 10, 1992

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MPH Consulting, Inc.



8.0 PRODUCTION

8.1 Past Production

The US Bureau of Mines reported total past production for the Gold King mine to be 665,000 tons of ore averaging 0.47 opt gold, 2.39 opt silver, 0.71% lead and 0.52% copper. Zinc production was not reported. Production from the Sunnyside mine is believed to have totalled 5,100,000 tons of ore, to 1975. Ore grade data for past production from the Sunnyside was not available to the writer, at the time of this report.

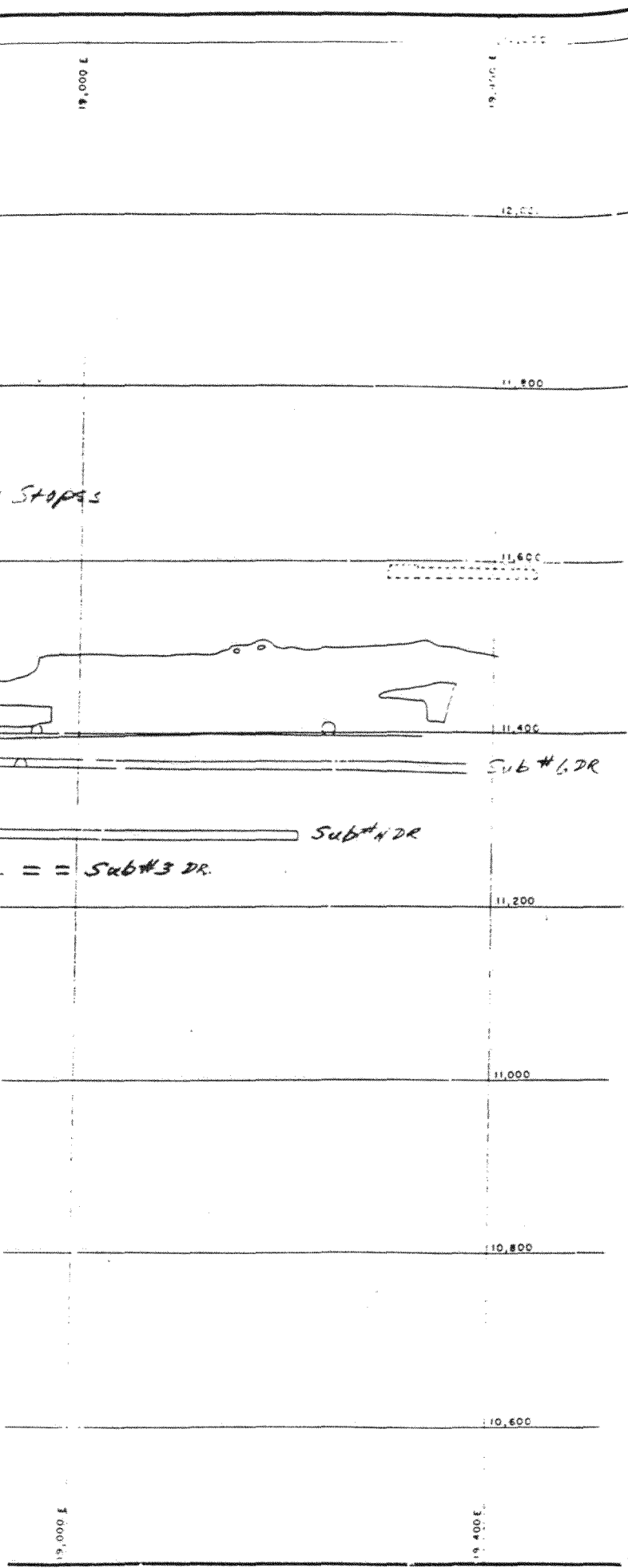
8.2 Recent Production

The main Gold King Mine claims have not been seriously mined since 1910 and therefore there are no production records since that time. During the recent rehabilitation period, Gold King Mines Corporation produced only a few hundred tons of muck that was milled at the Sunnyside (Mayflower) mill.

On the other hand the Gold King Extension claims experienced considerable recent development and production in the hands of various Sunnyside/Gold King partnerships and joint ventures - laterally, the San Juan County Mining Venture.

Ore production from the Gold King Extension claims was originally scheduled for late 1988 or early 1989; however, delays were experienced because of numerous organizational changes within the Sunnyside Gold group and extra time required to complete the ore-pass, develop sub-level mining drifts and carry out stope preparation. Shortly after completion problems developed in the new ore-pass, causing further delay. Production from the Gold King Extension claims did not finally begin until July of 1989.

Principal development drifts in this new mining zone were established on the "G" level and the "H" sub-levels (ie. above and below 11,500' asl). Three sub-levels were developed off the "H" level: ie. sub-3, sub-4 and sub-6, (See Dwg # 10 & Dwg # 11). Approximately 54 % of the production came from the Portland and approximately 37 % came from the 2150 vein. The 9 % balance was from vein splits and incidental development ore from raises and stope preparation on these two main vein structures, (See Table VIII).





STATION	ELEVATION	THICKNESS	PERCENT	FEET	FEET	FEET
61	11.1	2.5	1.1	1.1	1.1	1.1
62	11.2	2.5	1.1	1.1	1.1	1.1
63	11.3	2.5	1.1	1.1	1.1	1.1
64	11.4	2.5	1.1	1.1	1.1	1.1
65	11.5	2.5	1.1	1.1	1.1	1.1
66	11.6	2.5	1.1	1.1	1.1	1.1
67	11.7	2.5	1.1	1.1	1.1	1.1
68	11.8	2.5	1.1	1.1	1.1	1.1
69	11.9	2.5	1.1	1.1	1.1	1.1
70	12.0	2.5	1.1	1.1	1.1	1.1

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NOTE:
This section is a vertical section thru the following points:

POINT	EAST COOR	NORTH COOR
PE	18,200	15,916
PE	18,400	15,141

 GOLD KING CONSOLIDATED, INC. GOLD KING MINES CORPORATION GOLD KING PROSPECT SAN JUAN COUNTY, COLORADO		PORTLAND BRECCIA LONG SECTION LOOKING N MINERABLE RESERVES
Drawn By: <u>EDT</u> Traced By: <u>Boone</u> Checked By: <u>_____</u> Date: <u>2/28/92</u>	Revised: <u>_____</u> Sources: <u>_____</u> <u>_____</u> <u>_____</u>	 ORE RESERVES AS OF JANUARY 1, 1990

REV. 3/31/92 EDT.



TABLE VIII

SJCM PRODUCTION RECORD

GOLD KING EXTENSION CLAIMS

SUMMARY OF PRODUCTION - UG SAMPLES & NET SMELTER VALUES

Vein Source	Wet	Dry	Au	Ag	Pb	Cu	Zn	NSV
(ore)	(st)	(st)	(%)	(%)	(%)	(%)	(%)	\$
2150	12,281	11,911	0.29	3.9	3.3	0.91	5.3	132.65
Portland	17,943	17,313	0.10	2.9	4.2	0.85	7.2	79.65
Split	1,738	1,684	0.09	4.0	5.6	1.36	11.2	69.63
Incidental	1,523	1,474	0.15	2.4	2.0	0.59	3.2	76.20
Totals & Averages	33,485	32,382	0.17	3.3	3.8	0.89	6.5	98.41

N.B. st-short tons, %-percent,Au-gold, Ag-silver, Pb-lead, Cu-copper, Zn-zinc, NSV-net smelter value at time of production.